

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 1064 – SB 891

February 26, 2011

SUMMARY OF BILL: Eliminates the monitoring inspection fee levied upon manufactured home manufacturers by the Department of Commerce and Insurance.

ESTIMATED FISCAL IMPACT:

Decrease State Revenue - \$484,200

Assumptions:

- According to the Department of Commerce and Insurance, pursuant to Tenn. Code Ann. § 68-126-102, the Department will still be required to monitor the construction and manufacturing process of all new manufactured homes in Tennessee.
- According to the Department, it currently charges a fee of \$30 per floor to which a U.S. Housing and Urban Development (HUD) label is affixed. A HUD label is the manufacturers' certification required by 24 C.F.R. § 3282.362(c)(2)(i).
- According to the Department, it collected inspection fee revenue of \$484,230 in FY09-10. This number is assumed to remain constant in subsequent years under current law. Therefore, a recurring decrease in state revenue of \$484,230.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "James W. White".

James W. White, Executive Director

/sbh